

**99D.8 Horse or dog racing licenses — applications.**

A qualifying organization, as defined in section 513(d)(2)(C) of the Internal Revenue Code, as defined in [section 422.3](#), exempt from federal income taxation under sections 501(c)(3), 501(c)(4), or 501(c)(5) of the Internal Revenue Code or a nonprofit corporation organized under the laws of this state, whether or not it is exempt from federal income taxation, which is organized to promote those purposes enumerated in [section 99B.7, subsection 3](#), paragraph “b”, or which regularly conducts an agricultural and educational fair or exposition for the promotion of the horse, dog, or other livestock breeding industries of the state, or an agency, instrumentality, or political subdivision of the state, may apply to the commission for a license to conduct horse or dog racing. The application shall be filed with the administrator of the commission at least sixty days before the first day of the horse race or dog race meeting which the organization proposes to conduct, shall specify the day or days when and the exact location where it proposes to conduct racing, and shall be in a form and contain information as the commission prescribes.

If any part of the net income of a licensee is determined to be unrelated business taxable income as defined in sections 511 through 514 of the Internal Revenue Code, or is otherwise taxable, the licensee shall be required to distribute such amount to political subdivisions in the state and organizations described in section 501(c)(3) of the Internal Revenue Code in the county in which the licensee operates.

An organization which meets the requirements of [this section](#), as amended, on or before July 1, 1988, shall be considered to have met the requirements of [this section](#) on the date that its initial application was originally filed.

[83 Acts, ch 187, §8; 88 Acts, ch 1243, §1; 95 Acts, ch 176, §1](#)